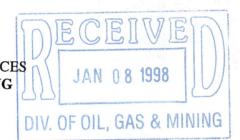


STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291

Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	General Information				
	1.	Report Time Period: From (mo./yr.) <u>01-01-97</u> To (mo./yr.) <u>12-31-97</u>			
	2.	DOGM File Number (Mine No): S /045 /029			
	3.	Mine Name: M-H Calcite Quarry			
	4.	Mineral(s) Mined (or permitted to mine):CaCo3 - calcite			
	5.	Type of mine			
	6.	Legal Description (Location of Lands Affected):			
		SW1/4,1/4,1/4, Section35, Township4W, Range9S			
		1/4,1/4,1/4, Section, Township, Range			
		1/4,1/4,1/4, Section, Township, Range			
7.	Name of Operator or Company: McFarland and Hullinger				
	8.	Permanent Street Address: 8960 North Highway 40			
		City, State, Zip: Lakepoint, UT 84074			
		Phone:(435) 882-0103			
	9.	Company Representative (or designated operator):			
		Name: Sidney K. Hullinger			
		Title: Chief Executive Officer Mailing:			
		Business Address: 8960 North Highway 40 P.O. Box 238			
		City, State, Zip: Lakepoint, UT 84074 Tooele, UT 84074			
		Phone:(435) 882-0103			
		☑ Please check if any of the above information has changed since previous year.			
II.	Mining and Reclamation				
	1.	Was the mine active during the past year? Yes ☑ No □			
	2.	If active, how much ore or mineral was mined?2500 Tons			
	3.	If inactive what year was the mine last active?			

	4.	Briefly describe any new or addition	al surface disturbances that occurred during the aclude the type of work performed, and volume of	
5.		How much acreage was reclaimed during	g the past year?None	
6:		Briefly describe the reclamation work per should include methods employed, and ar	formed during the past year. This description a evaluation of the results.	
7.		What is the total disturbed acreage at years end?Less than 5 acres		
8.		Briefly summarize any mining and/or reclamation plans for the upcoming year. None at present		
		P. Committee of the com		
NOTE:		Section III., "Additional Information" app	lies only to large mining operations.	
II. <u>Additio</u>	nal I	Information		
1.		An updated surface facilities map should be attached if there have been significant changes since the pass submitted.		
2.		Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.		
V. <u>Signa</u> i	ture .	<u>Requirement</u>		
Ιh	ereb	y certify that the foregoing is true ar	nd correct.	
		Name (Typed or Print):	Sidney K. Hullinger	
		Title of Operator:	Chief Executive Officer	
		Signature of Operator:	Say Kotully	
2		Date:	01-07-98	
R-AR				